

**FY 2004**  
**EXECUTIVE HIGHLIGHTS**  
**July 2004**

(\$ in Millions)

	FY 2003  <i>Actuals</i> <sup>1/</sup>	FY 2004		
		2004 Agency Target (SOY)	Current Forecast	
			<i>without</i> <i>FAS 133</i> <sup>1/</sup>	<i>with</i> <i>FAS 133</i> <sup>2/</sup>
1. REVENUES <sup>3/</sup>	3,556.8	<b>3,425.4</b>	<b>3,368.8</b>	<b>3,482.6</b>
2. EXPENSES <sup>3/</sup>	3,056.7	<b>3,035.9</b>	<b>2,909.4</b>	<b>2,909.4</b>
3. NET REVENUES <sup>4/</sup>	500.2	<b>389.6</b>	<b>459.4</b> <sup>6/</sup>	<b>573.2</b> <sup>6/</sup>
4. MODIFIED NET REVENUES <sup>4/</sup>	36.9	<b>144.9</b>	<b>110.5</b> <sup>6/</sup>	<b>110.5</b> <sup>6/</sup>
5. END OF YEAR FINANCIAL RESERVES <sup>5/</sup>	510.8	<b>447.0</b>	<b>630.0</b> <sup>6/</sup>	<b>630.0</b> <sup>6/</sup>
6. BPA ACCRUED CAPITAL EXPENDITURES <sup>7/</sup>	473.4	<b>597.0</b>	<b>501.0</b>	<b>501.0</b>

**Footnotes**

- 1/ Does not include mark-to-market adjustments required by SFAS 133. Actual Net Revenues for FY 2003 with the mark-to-market adjustment were \$555.4 million.
- 2/ Includes an "accounting only" (no cash impact) adjustment representing the mark-to-market (MTM) adjustment required by SFAS 133 for identified derivative instruments.
- 3/ Current Forecast and Agency Target (SOY) do not reflect the change in accounting for power "bookout" transactions made after adoption of new accounting guidance, EITF 03-11, which was effective as of Oct 1, 2003.
- 4/ Net revenues include the effects of non-federal debt management and SFAS 133. Modified net revenues were developed without these line items. An example of non-federal debt management is the refinancing of ENW debt.
- 5/ Financial reserves equal total cash plus deferred borrowing.
- 6/ The Third Quarter Review shows the estimated effects of reduced summer spill, consistent with the 2004 Federal Columbia River System Juvenile ByPass Operations Statement of Decision signed by the Administrator on July 6, 2004. Previous estimates of the effects of reduced summer spill on agency net revenues revenues have been an improvement in the range of \$20 to \$40 million. Spill reductions have since been enjoined by a federal court making realization of these revenue projections unlikely. There is still considerable uncertainty regarding the potential financial results that could occur by the end of the year, mainly a result of water conditions, which can greatly affect net secondary sales, and short-term market prices, which also can affect net secondary sales.
- 7/ Funded by borrowing from the U.S. Treasury.